



Practice Exercise #1

2 children (ages 9 and 13), living primarily with Mom (Parent 2)

Visitation: Both children visit Dad (Parent 1) every other weekend, alternating holidays, and two weeks each summer.

Note: Amounts are monthly unless otherwise noted.

Parent 1 (Dad)

Not married
No other children
Rents apartment
\$16.50/hour, 36 hours/week (W-2 earnings)
\$56 union dues
\$350 health insurance premium (post-tax)
\$100 mandatory retirement (tax-deferred)

Parent 2 (Mom)

Not married
No other children
Lives with parents
\$340/week (W-2 earnings)
\$400 child care for youngest child only

RESULTS & ANALYSIS

PGC..... Father pays Mother **\$641.00** total child support

DM..... Father pays Mother \$644.00 total child support

The \$3.00 difference between California's public guideline calculator (PGC) and DissoMaster (DM) is due to the estimated federal and state income tax liabilities for both parents, which is a combined \$53 difference in the estimated net incomes.

Calculating by hand (where $K = 0.2975$), the difference equates as follows:

$$\text{PGC} - \text{CS} = 0.2975 * (1832 - ((1574 + 1832) * 0.81)) = 275.74 * 1.6 = 441.185$$

$$\text{DM} - \text{CS} = 0.2975 * (1869 - ((1590 + 1869) * 0.81)) = 278.07 * 1.6 = 444.91$$

PGC rounds at the end of this calculation for basic child support of \$441.00.

DM rounds sometime earlier for basic child support of \$444.00.

Calculation Results Summary

Monthly Support Totals		Parent 1	Parent 2					
Monthly Child Support Amount		641.00	0.00					
Basic Child Support Amount		441.00	0.00					
Child Support Add-Ons Amount		200.00	0.00					
Child Care		0.00	400.00					
Visit/Travel Expenses		0.00	0.00					
School Expenses		0.00	0.00					
Uninsured Health Expenses		0.00	0.00					
Total Arrears Support Amount		0.00	0.00					
Temporary Spousal Support Amount (N/A)		0.00	0.00					
Monthly Tax/Income Information (Tax Year: 2009)		Parent 1	Parent 2					
Monthly Net Disposable Income		1574.00	1832.00					
Monthly Taxable Gross Income		2574.00	1473.00					
Monthly Non-Taxable Gross Income		0.00	0.00					
Federal Adjusted Gross Income		2474.00	1473.00					
Federal Taxable Income		1728.00	0.00					
Net Income Of Parties With Support		933.00	2473.00					
Federal Tax Filing Status		SINGLE	HEAD OF HOUSEHOLD					
Number of Tax Exemptions(Federal)		1	3					
State Tax Filing Status		SAME AS FEDERAL	SAME AS FEDERAL					
Number of Tax Exemptions(State)		1	3					
Federal Tax Liabilities		226.00	-442.00					
State Tax Liabilities		51.00	-41.00					
FICA		197.00	113.00					
Self Employment Tax		0.00	0.00					
CASDI		21.00	12.00					
TANF/CalWORKS		NO	NO					
Other Monthly Deduction Totals		Parent 1	Parent 2					
Child Support Paid (Other Relationships)		0.00	0.00					
Required Union Dues		56.00	0.00					
Mandatory Retirement		100.00	0.00					
Other Guideline Deductions		0.00	0.00					
Health Insurance Premium		350.00	0.00					
Hardship Deduction Amount		0.00	0.00					
Hardship Deduction Children		0.0	0.0					
Necessary Job-Related Expenses		0.00	0.00					
Extraordinary Health Expenses		0.00	0.00					
Uninsured Catastrophic Losses		0.00	0.00					
PARENT 1 is required to pay PARENT 2 \$641.00 in CURRENT SUPPORT								
Monthly Support Amounts Per Child	% Time with Parent1	Parent1 Add-Ons	Parent1 Support	Parent1 Total	Parent2 Add-Ons	Parent2 Support	Parent2 Total	
FIRST-BORN	19.0%	0.00	154.00	154.00	0.00	0.00	0.00	
SECOND-BORN	19.0%	200.00	287.00	487.00	0.00	0.00	0.00	
	%							
	%							
	%							
	%							
	%							
	%							
	%							
Average % Time with NCP		19.0%	200.00	441.00	641.00	0.00	0.00	0.00
Total Child Support Arrears Per Child								

Child Name	Prior Period Date Range	Parent1 Add-Ons	Parent1 Support	Parent1 Total	Parent2 Add-Ons	Parent2 Support	Parent2 Total
FIRST-BORN	Not Applicable	0.00	0.00	0.00	0.00	0.00	0.00
SECOND-BORN	Not Applicable	0.00	0.00	0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00	0.00	0.00

Calculation Results Detail

Tax Setting Details		
	Parent 1	Parent 2
Federal Tax Settings		
Include Self-Employment Taxes	YES	YES
Include FICA	YES	YES
Include Medicare	YES	YES
Include Advance Earned Income Credit	YES	YES
Number of Children for Child Care Credits	0	1
Number of Children for Earned Income Credits	0	2
Number of Children for Child Tax Credits	0	2
Parent is Blind	NO	NO
Parent is 65 or Older	NO	NO
New Spouse is Blind	NO	NO
New Spouse is 65 or Older	NO	NO
Married Filing Separately, Lived with Spouse Part of the Year	YES	YES
State Tax Settings		
Include California State Income Taxes	YES	YES
California State Disability Insurance	YES	YES
Dependency Credit for Dependent Parent(s)	NO	NO
Joint Custody Head of Household Credit	NO	NO
California Renter's Credit	YES	NO
Number of Children for Child Tax Credits	0	1
Number of Children for Child Tax Credits		
Include Other State Income Taxes	NO	NO
Other State Tax Rate		
Other State Tax Amount		
Deduction type when NCP and Other Parent are Married Filing Separately		

Monthly Income Details

	Parent 1	Parent 2
Wages/Salary	2574.00	1473.00
Parent 1: Based on earned income: \$16.50 HOURLY WAGE, 36 hours / week		
Parent 2: Based on earned income: \$340.00 WEEKLY		
Self-Employment Income	0.00	0.00
Unemployment Compensation	0.00	0.00

Disability (Taxable)	0.00	0.00
Other Taxable Income	0.00	0.00
Interest Received	0.00	0.00
Nonqualified Dividends	0.00	0.00
Qualified Dividends	0.00	0.00
Operating Losses and Other Income	0.00	0.00
Short-Term Capital Gains	0.00	0.00
Long-Term Capital Gains	0.00	0.00
Rental Income	0.00	0.00
Social Security Income(Taxable)	0.00	0.00
Line 4e from IRS Form 4952	0.00	0.00
Unrecaptured Section 1250 Gains	0.00	0.00
Royalties	0.00	0.00
Other Taxable Income Adjustments	0.00	0.00
Other Non-Taxable Income	0.00	0.00
Social Security Income (Non-Taxable)	0.00	0.00
Significant Other/New-Mate Income	0.00	0.00
Tax Exempt Interest	0.00	0.00
Depreciation or Other	0.00	0.00
Disability	0.00	0.00
Worker's Compensation	0.00	0.00
Public Assistance and Child Support Received	0.00	0.00
Public Assistance	0.00	0.00
Child Support Received	0.00	0.00
New-Spouse Income	0.00	0.00
Wages/Salary	0.00	0.00
Self-Employment Income	0.00	0.00
Social Security Income(Taxable)	0.00	0.00
Social Security Income(Non-Taxable)	0.00	0.00
Other Taxable Income	0.00	0.00
Spousal Support Paid Other Marriage	0.00	0.00
Retirement Contribution if Adjustments to Income	0.00	0.00
Required Union Dues	0.00	0.00
Necessary Job-Related Expenses	0.00	0.00

Monthly Deduction Details		
	Parent 1	Parent 2
Child Support Paid (Other Relationships)	0.00	0.00
Spousal Support Paid This Relationship	0.00	0.00
Property Tax	0.00	0.00
Mortgage Interest	0.00	0.00
Other Itemized Deductions	0.00	0.00
Other Medical Expenses	0.00	0.00
Deductable Interest Expenses	0.00	0.00
Contribution Deduction	0.00	0.00
Miscellaneous Itemized	0.00	0.00
Required Union Dues	56.00	0.00

Health Insurance Premium	350.00	0.00
Paid By Party (Pre-Tax)	0.00	0.00
Paid By Party (Post-Tax)	0.00	0.00
Wage Deduction (Pre-Tax)	0.00	0.00
Wage Deduction (Post-Tax)	350.00	0.00
Retirement Contributions	100.00	0.00
Mandatory Retirement(Tax-Deffered)	100.00	0.00
Mandatory Retirement(Non-Tax-Deferred)	0.00	0.00
Voluntary Retirement(Non-Tax-Deferred)	0.00	0.00
Other Guideline Deductions	0.00	0.00
Spousal/Other Partner Support Paid Other Relationship	0.00	0.00
Necessary Job-Related Expenses	0.00	0.00
State Adjustments		
State Adjustments to Income	0.00	0.00
State Adjustments to Itemized Deduction	0.00	0.00
Monthly Hardship Deduction		
Hardship Deduction Amount	0.00	0.00
Hardship Deduction Children	0.0	0.0
Hardship Deduction Expenses		
Extraordinary Health Expenses	0.00	0.00
Uninsured Catastrophic Losses	0.00	0.00
Other Tax Deductions	0.00	0.00
Adjustments to Income	0.00	0.00
Other Discretionary Deductions	0.00	0.00
Alternative Minimum Tax Information	0.00	0.00
Certain Interest on Home Mortgage	0.00	0.00
Investment Interest	0.00	0.00
Post-1986 Depreciation	0.00	0.00
Adjusted Gain or Loss	0.00	0.00
Incentive Stock Options	0.00	0.00
Passive Activities	0.00	0.00
Estates and Trusts, Schedule K-1	0.00	0.00
Tax Exempt Interest From Private Activity Bond	0.00	0.00
Other Preferences	0.00	0.00
Alternative Minimum Tax Operating Loss Deduction	0.00	0.00

DissoMaster Data Screen

Monthly Figures

Input Data	Father	Mother	Guideline (2009)		Cash Flow Analysis		Gdln.	Prop.
Party Info	Father	Mother	Nets (adjusted)		Comb. net spendable		3459	3689
Number of children	0	2	Father	1590	Percent change		0%	6.6%
% time with NCP	19.00	0.00	Mother	1869	Father, payor of CS, Prop. CS			
Filing Status	Single	HH/MLA	Total	3459	Payment cost		644	469
# federal exemptions	1*	3*	Support		Net spendable income		946	1122
Wages + salary	2574	1473	Presumed CS	-644	Change from guideline		0	175
Self-employment income	0	0	Basic CS	-444	% of combined spendable		27.4%	30.4%
Other taxable income	0	0	Add-ons	-200	% of saving over guideline		0%	76.5%
TANF plus CS received	0	0	Per Kid		Total Taxes		478	182
Other nontaxable income	0	0	Child 1	-156	Dep. exemptions value		0	175
New-spouse income	0	0	Child 2	-488	# withholding allowances		2	8
Wages + Salary	0	0	Spousal	blocke	Net wage paycheck		2080	2352
Self-employment income	0	0	Support	d	Mother			
SS paid other marraige	0	0	Total	-644	Payment benefit		644	698
Retirement contrib. if ATI	0	0	Proposed, Tactic 9		Net spendable income		2513	2567
Required union dues	0	0	Presumed CS	-764	Change from guideline		0	54
Nec. Job-related exp.	0	0	S. Clara SS	0	% of combined spendable		72.6%	69.6%
Adj. income (ATI)	0	0	Total	-764	% of saving over guideline		0%	23.5%
SS paid other marriage	0	0	Comb. Savings	229	Total Taxes		-396	-330
CS paid other relationship	0	0	Total releases to Father	2	Dep. exemptions value		0	54
Health insurance	350	0			# withholding allowances		4(w5)	4(w5)
Itemized deductions	0	0	Default Case Settings		Net wage paycheck		1479	1479
Other medical expenses	0	0	Default Tax Settings					
Property tax expenses	0	0						
Ded. interest expense	0	0						
Charitable contribution	0	0						
Miscellaneous itemized	0	0						
Required union dues	56	0						
Mandatory retirement	100	0						
Hardship deduction	0*	0*						
Other guideline deductions	0	0						
AMT Info (IRS Form 6251)	0	0						
Child support add-ons	0	400						